COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AM UTILITY COMPANY, INC., LINQUENT PURCHASED GAS ACCOUNT)		
)	CASE NO.	9580
WITH COLUMBIA GAS TRANSMISSION	}		

ORDER

On May 27, 1986, the Commission issued a Show Cause Order to Elam Utility Company, Inc., ("Elam") to present evidence related to Elam's delinquent purchased gas account with Columbia Transmission Company ("Columbia Transmission") and to demonstrate what actions Elam intended to initiate to assure adequate gas supplies and maintain its credit standing.

On June 11, 1986, a hearing on this matter was conducted in which Elam showed that the balance due Columbia Transmission had been reduced to a current payable of approximately \$8,000. Elam further testified that it had made arrangements to reduce its delinquent long-term debt.

After reviewing the evidence of record in this case and being fully advised, the Commission is of the opinion and finds that:

- 1. Elam has generally satisfied the Commission's requirements in the Order issued May 27, 1986.
- Elam's delinquent purchased gas account has been eliminated.

IT IS THEREFORE ORDERED that:

1. This case is hereby dismissed. Elam shall submit to the Commission by September 15, 1986, a report detailing the status of its long-term debt and its gas purchases account as of August 30, 1986.

Done at Frankfort, Kentucky, this 28th day of July, 1986.

PUBLIC SERVICE COMMISSION

Vice Chairman

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ATTEST:

Executive Director